



December 2023 Quarterly Activities Report

Redcastle Resources Ltd (**Redcastle** or **Company**) is pleased to provide its Quarterly Report for the period ending 31 December 2023.

Redcastle Gold Project – Queen Alexandra Drilling

On October 16, 2023, the Company announced that a reverse circulation (**RC**) drill campaign at the highly prospective Queen Alexandra (QA) prospect had commenced.

A total of 37 holes for 1,937m were completed (reported 30th October 2023). Holes were drilled on a 60 degree dip to an average depth of 52m. The RC program involved drilling 34 holes in an approximate north to south orientation (bearing 205°). To assist with validation of the geological interpretation, consistent with JORC requirements:

- two close spaced holes (8m apart) were drilled in an orthogonal orientation to the main drilling grid, one from east to west and the other west to east
- a single RC hole was drilled from south to north (bearing 025°).

The programme was completed successfully, within budget and with no safety incidents. It followed an extensive technical review of historical exploration activity together with multiple site visits by geological consultants Carras Mining Pty Ltd (**CMPL**).

Drill hole sample recoveries were considered on average to be very good. All drill holes were surveyed downhole using a north seeking gyro survey tool. Minimal deviation was recorded.

Initially, 1m and 2m to 4m contiguous composite samples from the October drilling campaign were dispatched to ALS Laboratories (Kalgoorlie) for analysis by fire assaying. The selected 1m samples were based on geological logging. The 2m to 4m contiguous composite samples were produced from the remaining non selected 1m samples. The assay results were reported on 7th December 2023.



Following the initial results, the individual 1m components of the 2m to 4m composite samples (above a nominated mineralised grade) were assayed and the results were reported on 22nd December 2023.

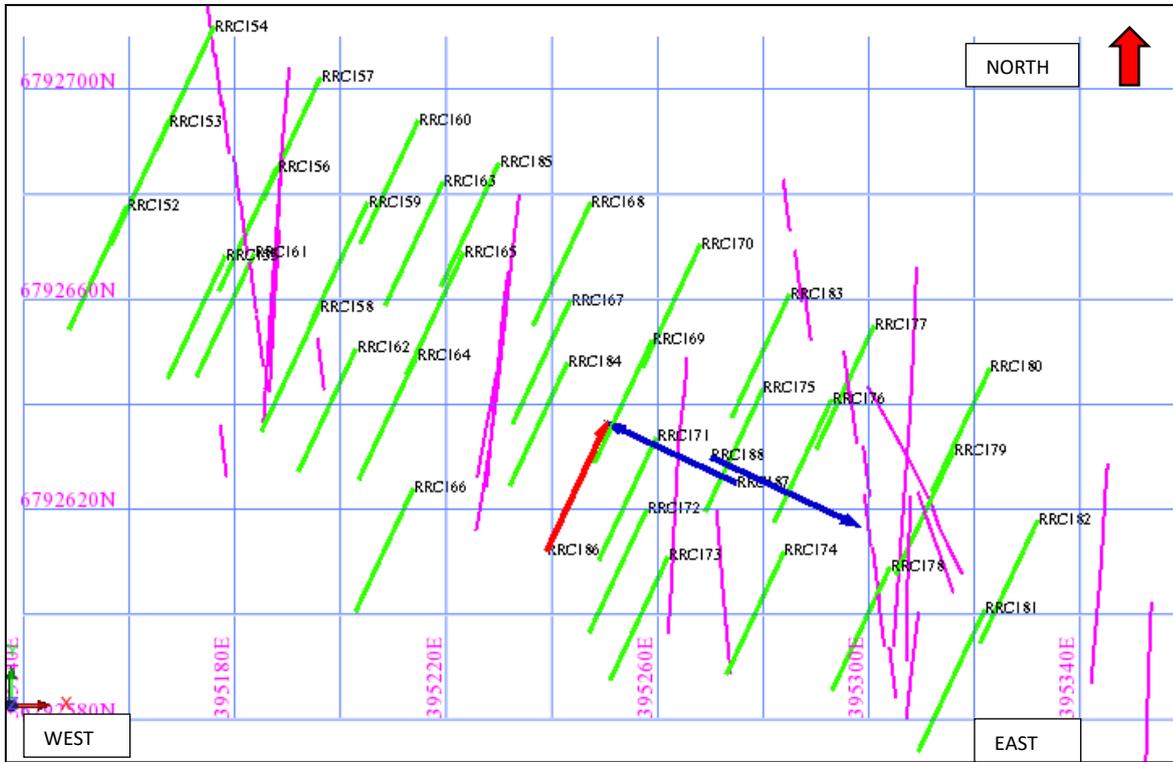
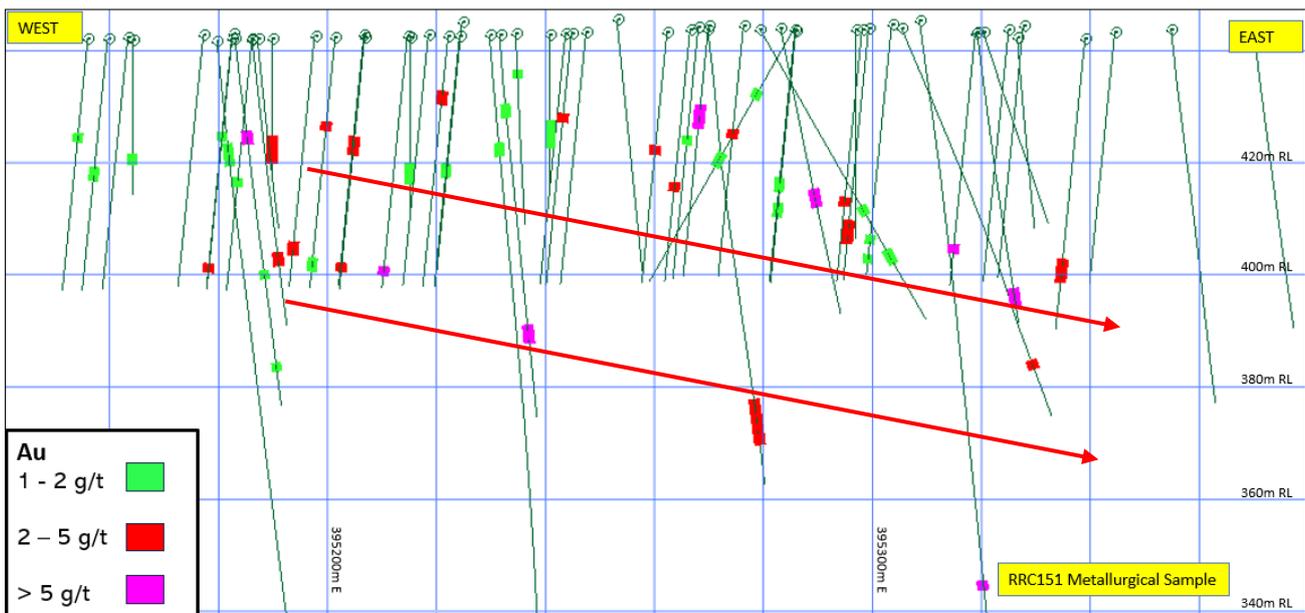


Figure 1: October 2023 Drilling: drill hole collar locations (black), hole paths (green), orthogonal hole paths (blue), hole drilled from south to north (red), historical drilling (purple)



Red arrows indicate direction of plunging shoots to the south-east.

Figure 2: Queen Alexandra Prospect: longitudinal projection (looking approx. north) showing all gold intersections (≥1 g/t Au)



Metallurgical Testwork Results for Sample from Drill Hole RRC151

A subsample of RC drill cuttings from RRC151 at a depth of 115m, taken by riffle splitting, was submitted for preliminary metallurgical testwork. The subsample consisted of free gold and pyrite. The subsample assayed 11.69 g/t Au. The testwork on the subsample involved a concentrated cyanide leach method which resulted in an overall metallurgical recovery of 92%.

Bulk Density Measurements

Samples were collected at site (based on spoil from existing deep shafts) and submitted for bulk density measurements. These samples are representative of the QA geological profile.

Other Geological Activities

Geological assessment of the Redcastle tenements (outside of QA) continued.

Other Mineral Asset Opportunities

The Company continues to focus on the identification of complementary mineral asset opportunities. With a healthy balance sheet and a clean capital structure, the Board is well placed to act swiftly should the right opportunity present itself.

Corporate Update

Mr Trevor Dixon resigned as Non-executive Director on 24 November 2023.

On 17th December, 42,500,000 fully paid ordinary shares and 42,000,000 Unquoted Options exercisable at \$0.03 expiring 13/12/2025 were released from escrow.

Cash Position

At the end of the quarter, the Company had cash reserves of approximately \$1.426 million. The Appendix 5B report attached to this report contains the Company's cash flow statement for the quarter.

Post Quarter Events

At the Company's Annual General Meeting on 6th October 2023, Redcastle received its second strike on the remuneration report and the conditional spill resolution was carried by shareholders. The Company held a Spill Meeting on 4th January 2024. All resolutions were carried by a poll.

The Company provides the following information pursuant to ASX Listing Rule requirements:

ASX Listing Rule 5.3.1

Exploration and Evaluation expenditure during the quarter was \$245k. This mainly related to geologist consulting services.

ASX Listing Rule 5.3.2

There were no substantive mining production and development activities during the quarter.

ASX Listing Rule 5.3.3

The following table sets out the tenement information reported as required by ASX Listing Rule 5.3.3.

The Tenements cover a prospective area (1,088ha) surrounding the locality of the historical Redcastle Mining Centre within the Mt Morgans District of the Mt Margaret Mineral Field of WA approximately 60km east of Leonora and 60km west of Laverton in the North-Eastern Goldfields.

Tenement Id	Status	Area (ha)	Expiry Date
M 39/318	Live	106	15/09/2036
P 39/5184	Live	54	15/12/2019*
M 39/1140	Pending	54	-
P 39/5307	Live	155	05/02/2022*
M39/1155	Pending	155	-
M39/1149	Pending	58	-
P 39/5568	Live	151	17/04/2024
P 39/5573	Live	123	18/04/2024
P 39/5814	Live	197	07/02/2026
P 39/5815	Live	172	07/02/2026
P 39/5858	Live	57	01/07/2026
P 39/6185	Live	15	30/06/2025

*Notwithstanding these expiry dates, the prospecting licences remain valid due to the fact that the Company's relevant mining lease application covers the area of the prospecting licences

1. The mining tenement interests acquired during the quarter and their location

See table above.

2. Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter

Not applicable.

3. Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter

Not applicable.



ASX Listing Rule 5.3.5

The following table sets out the information as required by ASX Listing Rule 5.3.5 regarding payments to related parties of the entity and their associates:

Related Party	Amount	Description
Directors	\$46k	Director Fees
Mirador Corporate	\$25k	Company Secretarial and Financial Management Fees

ASX Listing Rule 5.3.4

The table below illustrates the expenditure comparison against the 'use of funds table' in the Prospectus dated 21 September 2021.

Allocation of Funds	Use of Funds for 24 Months (20.12.21)	Use of Funds Pro-Rata to 31.12.23	Actuals (20.12.21 to 31.12.23)	Variance	Note
Opening Cash	352,574	-	214,808	137,767	1
Proceeds from the Offer	4,500,000	-	4,500,000	-	-
Total	4,852,574	-	4,714,808	137,767	
Project Exploration	2,221,000	2,221,000	1,432,942	788,058	2
Administrative Costs	1,000,000	1,000,000	1,264,256	(264,256)	3
Working Capital	1,091,574	1,091,574	-	1,091,574	4
Expenses of the Offer	540,000	540,000	571,460	(31,460)	5
Total	4,852,574	4,852,574	3,268,658	1,583,916	

Note 1

Actual Opening Cash represents existing cash held by the Company on 20 December 2021. The variance is due to the expenses of the Offer (ASX, ASIC, legal, independent geologist report, and audit investigating accounting fees) paid before the capital raising.

Note 2

Project Exploration includes the expenditures from the listing date 20 December 2021 to 31 December 2023, approximately 649 days, against the propose use of funds which has been budgeted over 2 year period according to the Prospectus.



Project Exploration details are as follows:

Use of Funds	Maximum Subscription (\$)	Actual amount spent (\$) in the quarter ended 31 December 2023	Actual amount spent (A\$) year to date
Wages/Salaries/Contractors	300,000	116,325	403,715
Data compilation	70,000	-	-
Geological/Geophysical interpretation	40,000	-	-
Soil Geochemical Survey	100,000	8,021	59,505
Follow up RAB/AC drilling	185,000	-	-
Follow up RC drilling	550,000	108,557	758,472
Assays	120,000	583	120,480
Metallurgical test work	10,000	-	-
Field supplies and support	25,000	8,825	31,826
Tenement costs	100,000	829	38,710
Equipment and consumables	40,000	1,587	20,235
Heritage and Environment	15,000	-	-
Administration costs	25,000	-	-
Rehabilitation costs	50,000	-	-
Additional Project Acquisitions	500,000	-	-
Contingency	91,000	-	-
Total	2,221,000	244,726	1,432,942



Note 3

The variance is due to the fact that post re-compliance the Company made a payment of \$167,660 for unbudgeted accumulated invoices (comprising of share registry fees of \$6,831, accounting and secretary services of \$34,650, legal fees of \$93,201, audit fees of \$26,570, and ASX fees of \$6,219) and corporate advisory fees (a total \$145,000 over 12 months) which arrangement was entered into after the listing and therefore not budgeted when the Prospectus was lodged.

Note 4

According to the Prospectus, working capital provides for additional capital to be used for additional exploration following the planned exploration programs or grant of additional tenements applied for by the Company and investment in new mineral exploration projects not yet identified by the Directors, including due diligence costs incurred in consideration of such projects. The Company has not incurred or allocated any such costs to this category.

Note 5

The Costs of the Offer exceeded budgeted expenditures, primarily due to additional legal fees.

This announcement has been approved for release to ASX by the Board of Redcastle Resources Ltd

COMPETENT PERSON

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr. Spero Carras, a Competent Person and consultant to the Company, who is a Fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM Membership No: 107972). Dr. Carras has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. As Competent Person, Dr. Carras consents to the inclusion in the report of matters based on the information compiled by him, in the form and context in which it appears.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Redcastle Resources Limited

ABN

57 096 781 716

Quarter ended ("current quarter")

31 December 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(178)	(338)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	20	23
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(158)	(315)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(245)	(299)
(e) investments	-	-
(f) other non-current assets	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:	-	-
	(a) entities		
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(245)	(299)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,829	2,040
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(158)	(315)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(245)	(299)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,426	1,426

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	1,426	1,829
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,426	1,829

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(71)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
N/A		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(158)
8.2 Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(245)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(403)
8.4 Cash and cash equivalents at quarter end (item 4.6)	1,426
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	1,426
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	4
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: N/A	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: N/A	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 January 2024

Authorised by: The Board of Redcastle Resources Limited
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.